

FISCAL IMPACT STATEMENT ON BILL NO. **H. 3554**

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TO:	The Honorable Harry F. Cato, Chairman, House Labor, Commerce and Industry Committee		
FROM:	Office of State Budget, Budget and Control Board		
ANALYSTS:	Rodney Grizzle and Ken Brown		
DATE:	May 17, 2005	SBD:	2005487

AUTHOR:	Representative Huggins	PRIMARY CODE CITE:	56-9-60
SUBJECT:	Self Insurer of Motor Vehicle - Irrevocable Letter of Credit		

ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

BILL SUMMARY:

House Bill 3554 amends Section 56-9-60 of the Code of Laws of South Carolina, 1976, by allowing that a certified letter of credit, from a bank chartered in this state or a member bank of the Federal Reserve, may be submitted to the Department of Motor Vehicles in lieu of a cash deposit required as financial responsibility for a potential self-insurer.

EXPLANATION OF IMPACT:

The Department of Motor Vehicles and the Department of Insurance indicate that there would be no impact to the General Fund of the State and/or Federal or Other Funds.

LOCAL GOVERNMENT IMPACT:

None.

SPECIAL NOTES:

None.

Approved by:



Don Addy
Assistant Director, Office of State Budget